# Scenarios and Sensitivities

TO BE MODELED AS PART OF THE DEPARTMENT OF PUBLIC SERVICE TECHNICAL ANALYSIS OF A 100% RENEWABLE ENERGY STANDARD OR CLEAN ENERGY STANDARD

## Important notes on Scenarios

Four Scenarios were structured within the contract with Sustainable Energy Advantage following stakeholder input on Scope of Work

Stakeholder Advisory Group provided input on what was important to model for all scenarios (e.g. eligibility dates, technologies), and chose two additional scenarios

- Stakeholder Advisory Group <u>Structure</u>
- Stakeholder Advisory Group <u>Members</u>

#### Notes on Scenarios and Sensitivities

- Tier 1 is net of other Tiers meaning all scenarios add up to 100% renewable or "clean"
- In "clean" energy scenarios, renewable energy Tier I continues to net to 75%.
- Intent is that Tiers will meet 100% by 2030, then Tier II or Regional Tier will continue to grow as a proportion of that Tier, until 2035.
- Battery Storage currently intended to be assessed as a modeling output, on a scenario-specific basis. Discussions ongoing to determine if/how to incorporate impacts from storage

# Proposed Scenarios & Sensitivities: PSD Scenarios, influenced by SAG and Polling Preferences

| Scenarios → Design Element ↓ | ,                   | BAU  | S1: 100% RES | S2: 100% RES, incl.<br>Regional Tier | S3: 100% CES | S4: 100% CES, incl.<br>Regional Tier |
|------------------------------|---------------------|------|--------------|--------------------------------------|--------------|--------------------------------------|
| Tier I, Net                  | Target              | 65%  | 70%          | 40%                                  | 70%          | 40%                                  |
|                              | Target Date         | 2032 | 2035         | 2035                                 | 2035         | 2035                                 |
|                              | Eligibility Changes | N/A  | None         | None                                 | Add nuclear  | Add nuclear                          |
| Tier II                      | Target              | 10%  | 30%          | 30%                                  | 30%          | 30%                                  |
|                              | Target Date         | 2032 | 2035         | 2035                                 | 2035         | 2035                                 |
|                              | Eligibility Changes | N/A  | None         | None                                 | None         | None                                 |
| Regional Tier                | Target              | N/A  | N/A          | 30%                                  | N/A          | 30%                                  |
|                              | Target Date         | N/A  | N/A          | 2035                                 | N/A          | 2035                                 |
|                              | Eligibility*        | N/A  | N/A          | 2010+                                | N/A          | 2010+                                |

#### **Sensitivities:**

• Tier II Targets\*: 10%, 20%, 30% by 2035

Regional Tier Targets\*: 20%, 30%, 40% by 2035

<sup>\*</sup> Tier I: set as remainder after Tier II and Regional Tier are defined

## Proposed Scenarios & Sensitivities: SAG Scenarios – select 2 out of 4

| Scenarios → Design Element ↓ |                      | Option 1       | Option 2                       | Option 3                    | Option 4                       |  |
|------------------------------|----------------------|----------------|--------------------------------|-----------------------------|--------------------------------|--|
| Tier I, Net                  | Target               | 50%            | 40%                            | 80%                         | 40%                            |  |
|                              | Target Date          | 2035           | 2035                           | 2035                        | 2035                           |  |
|                              | Eligibility Changes* | Remove biomass | Remove biomass                 | Add nuclear; remove biomass | Add nuclear; remove biomass    |  |
| Tier II                      | Target               | 20%            |                                | 20%                         | Combined with<br>Regional Tier |  |
|                              | Target Date          | 2035           | Combined with<br>Regional Tier | 2035                        |                                |  |
|                              | Eligibility Changes  | None           | Regional fiel                  | None                        |                                |  |
| Regional Tier                | Target               | 30%            | 60%                            | N/A                         | 60%                            |  |
|                              | Target Date          | 2035           | 2035                           | N/A                         | 2035                           |  |
|                              | Eligibility*         | 2010+          | 2010+                          | N/A                         | 2010+                          |  |

<sup>\*</sup> Treatment of large hydro: Achieve SAG's hydro-related objectives by...

<sup>(1)</sup> Including lower impact hydro in regional Tier (use CT Class I definition as a proxy), and

<sup>(2)</sup> Limiting the overall % of sales met by Tier I (rather than limiting hydro by project size or location)

### Selection of two additional scenarios

Options 1 and 4 were selected by Stakeholder Advisory Group members for modeling

- Each member had two votes.
- Option 4 had the most votes (8 out of 11 voters)
- Option 1 was second (6 out of 11 voters)
- Three voters expressed no preferences from the four additional options developed

#### Sensitivities Remain for all scenarios

- Varying Tier II Targets
- Varying Regional Targets where applicable
- Load Forecasting